

# **FISCAL NOTE**

## **HB 3195 - SB 3311**

March 12, 1998

**SUMMARY OF BILL:** Adds a subcategory of brokers known as "broker's agent". Under the bill, the broker's agent is authorized to broker loans exclusively to one licensed mortgage loan broker designated as the "sponsoring broker". The bill exempts the broker's agent from the \$25,000 capital requirement made of other licensees under the Mortgage Act. A fee of \$150 is established for a broker's agent classification.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - Not Significant**  
**Decrease State Revenues - \$62,500 Net Impact**

Assumes an increase in state revenues of \$37,500 from the \$150 registration fee for an estimated 250 brokers' agents.

Assumes a decrease in state revenues of \$100,000 from an estimated 125 licensees under the Industrial Loan and Thrift Companies Act who will abandon their registrations under that Act and become broker's agents.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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